

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 1204 - HB 1439**

March 12, 2021

**SUMMARY OF BILL:** Clarifies that statutes governing the contraction of municipal boundaries do not require municipal utilities to cease providing certain services to customers located within deannexed territory.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Pursuant to Tenn. Code Ann. § 7-34-115 and § 7-51-401,
  - Municipal utilities are required to be self-sufficient entities; and
  - Each municipality conducting utility service is authorized to extend such service beyond their boundaries to customers desiring service.
- Specifying that statutes governing the contraction of municipal boundaries do not require the cessation of current utility service provided by the contracting municipality will not result in any significant fiscal impact to local government.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

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